



FISCAL MEMORANDUM

HB 1088 - SB 1216

March 7, 2023

SUMMARY OF BILL AS AMENDED (005017): Establishes that if a local education agency (LEA) is not otherwise eligible for an infrastructure stipend for the 2023-24 school year, then, subject to available appropriations, an LEA that experiences average daily membership (ADM) growth in non-virtual schools exceeding two percent in the 2019-20, 2022-23, and 2023-24 school years is eligible for the infrastructure stipend for the 2023-24 school year.

FISCAL IMPACT OF BILL AS AMENDED:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 49-3-107(c), an LEA is eligible for an infrastructure stipend if the LEA experiences ADM growth in non-virtual schools exceeding two percent for each year of a three-consecutive-year period.
- The infrastructure stipend is a per-student flat dollar amount based on the number of member students in non-virtual schools in the LEA for the current school year in excess of a two percent ADM growth.
- The proposed legislation would allow LEAs that do not meet the current requirement to be eligible for the infrastructure stipend if their ADM shows growth in non-virtual schools of two percent or more for the 2019-20, 2022-23, and 2023-24 school years, rather than three consecutive fiscal years, subject to available appropriations.
- The proposed legislation would not increase the amount of funding available; it would potentially increase the number of districts eligible for the infrastructure stipend, by a currently unknown number.
- There would be no additional cost to LEAs. The infrastructure stipend is 100 percent funded by the state and requires no local contribution.
- Any impact on state or local expenditures is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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